

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL NOTE**

**SB 703 - HB 1100**

March 17, 2013

**SUMMARY OF BILL:** Requires the State Treasurer, in accordance with fiduciary and state procurement policy obligations, to use qualified minority-owned businesses for the provision of brokerage and investment management services. Requires the Treasurer to remove barriers to participation for these firms utilizing methods including advertising. Directs the Department of Treasury to work with the Governor's Office of Diversity Business Enterprises to identify and evaluate qualified firms. Prior to October 1<sup>st</sup> of each year, requires the Department to provide a report to the General Assembly identifying qualified firms currently providing such services and the percentage and dollar value of assets of each fund managed by these firms.

**ESTIMATED FISCAL IMPACT:**

**NOT SIGNIFICANT**

Assumptions:

- The Department of Treasury currently utilizes their own staff to provide investment management services.
- According to the Department of Treasury, the Department currently uses minority-owned brokerage services.
- Any increase in state expenditures associated with providing the required report is estimated to be not significant.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise".

Lucian D. Geise, Executive Director

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